

STATE INVESTMENT BOARD
A Division of ND Retirement and Investment Office
Balance Sheet
As of 6/30/2002

	As of <u>6-30-02</u>	As of <u>6-30-01</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,172,921,967	\$ 1,308,028,885
INTERNATIONAL EQUITIES	519,746,145	514,564,916
DOMESTIC FIXED INCOME	1,194,301,653	1,202,840,894
INTERNATIONAL FIXED INCOME	130,429,525	125,377,934
REAL ESTATE	163,084,869	208,727,065
VENTURE CAPITAL	72,539,115	98,385,006
INVESTED CASH (NOTE 1)	<u>66,676,997</u>	<u>58,551,081</u>
 TOTAL INVESTMENTS	 3,319,700,271	 3,516,475,781
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	16,315,075	20,263,974
 OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	262,981,090	305,315,640
DUE FROM OTHER AGENCIES (NOTE 3)	<u>940</u>	<u>1,037</u>
 TOTAL ASSETS	 <u><u>\$ 3,598,997,376</u></u>	 <u><u>\$ 3,842,056,432</u></u>
 LIABILITIES:		
ACCOUNTS PAYABLE	2,482,964	2,568,352
SECURITIES LENDING COLLATERAL (NOTE 2)	262,981,090	305,315,640
DUE TO OTHER AGENCIES (NOTE 4)	<u>15,507</u>	<u>26,312</u>
 TOTAL LIABILITIES	 265,479,561	 307,910,304
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	3,534,146,128	3,688,795,315
CASH IN DURING YEAR (NOTE 5)	224,825,004	176,972,531
CASH OUT DURING YEAR (NOTE 6)	208,980,909	178,102,300
NET INCREASE (DECREASE)	<u>(216,472,408)</u>	<u>(153,519,418)</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>3,333,517,815</u>	 <u>3,534,146,128</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u><u>\$ 3,598,997,376</u></u>	 <u><u>\$ 3,842,056,432</u></u>

STATE INVESTMENT BOARD
A Division of ND Retirement and Investment Office
Profit and Loss Statement
For the Month Ended 6/30/2002

	Month Ended <u>6-30-02</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 10,147,084	\$ 117,641,025
SECURITIES LENDING INCOME	557,814	8,425,783
	<u>10,704,898</u>	<u>126,066,808</u>
 GAIN ON SALE OF INVESTMENTS	 29,580,708	 383,370,440
LOSS ON SALE OF INVESTMENTS	<u>49,041,554</u>	<u>507,141,600</u>
 NET GAINS (LOSSES) INVESTMENTS	 (19,460,846)	 (123,771,160)
 INVESTMENT EXPENSES	 1,067,242	 10,623,860
SECURITIES LENDING EXPENSES	462,826	7,364,516
SIB ADMINISTRATIVE EXPENSES	<u>50,399</u>	<u>338,504</u>
 NET INVESTMENT INCOME	 (10,336,415)	 (16,031,232)
 NET APPREC (DEPREC) MARKET VALUE	 (145,769,920)	 (200,321,494)
MISCELLANEOUS INCOME/(EXPENSE)	<u>(22,837)</u>	<u>(119,682)</u>
 TOTAL INVESTMENT INCOME	 <u>(156,129,172)</u>	 <u>(216,472,408)</u>
 NET INCREASE (DECREASE)	 <u>\$ (156,129,172)</u>	 <u>\$ (216,472,408)</u>

STATE INVESTMENT BOARD
Notes to Financial Statements
June 30, 2002

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company or a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of the RIO.

NOTE 4 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative or contract fees and direct costs charged.

NOTE 5 **CASH IN DURING YEAR**

Cash transferred into investment accounts at either The Northern Trust Company or the Bank of North Dakota during the current fiscal year.

NOTE 6 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at either The Northern Trust Company or the Bank of North Dakota during the current fiscal year.